

BRACKEN COUNTY WATER DISTRICT
1324 BROOKSVILLE GERMANTOWN RD
P O BOX 201
BROOKSVILLE KY 41004
606-735-3513 or 800-935-3513 Fax 606-735-3017

RECEIVED

FEB 10 2014

PUBLIC SERVICE
COMMISSION

February 6, 2014

Public Service Commission
Executive Director
PO Box 615
Frankfort KY 40602-0615

RE: Purchased Water Adjustment

The Bracken County Water District has received notification from Augusta Regional Water Treatment Plant that the wholesale water rate will increase effective February 26, 2014. Please find enclosed one original and ten copies of our purchased water adjustment, the resolution from the board, and all supporting documents.

The district has chosen not to raise the rate at the bulk loading station due to the fact that it is a coin-fed machine that only takes quarters. The bulk station does not generate much revenue any more, therefore, it would not be cost effective to make any changes to the coin feed operation for this pass-through.

The district has placed notice of the application at the office and also on our website. We plan to notice the customers with a newspaper ad after PSC approval.

If you have any questions I can be reached at 800-935-3513 ext 212.

Sincerely,



Diana Moran,
Office Manager

Enclosures

RECEIVED

PURCHASED WATER ADJUSTMENT FOR
WATER DISTRICTS & WATER ASSOCIATIONS
(807 KAR 5:068)

FEB 10 2014
PUBLIC SERVICE
COMMISSION

Name of Utility	BRACKEN COUNTY WATER DISTRICT		
Date	FEBRUARY 6, 2014		
Address	PO BOX 201		
City, State, Zip	BROOKSVILLE	KY	41004
Telephone Number	606-735-3513		
Official Email Address	d.moran@brackencountywaterdistrict.com		

1.a. Name of all wholesale suppliers and the base (current) rate and changed rate of each. In the event the water purchased is billed by the supplier on a rate that is not a flat rate schedule, the entire rate schedule must be shown. Attach additional sheets if necessary.

Supplier(s)	Base Rate	Changed Rate
Augusta Regional Water Treatment	1.79/1,000	1.83/1,000

1.b. A copy of the supplier's notice of the changed rate showing the effective date of the increase is attached as Exhibit A

2. Twelve-month period upon which the purchased water adjustment is based. (This twelve-month period must end within 90 days of the proposed effective date).

From	01/2013	through	12/2013
	(month and year)		(month and year)

3. Statement of water purchases. Where water is purchased from more than one supplier, purchases from each supplier must be shown separately. If water is purchased through a declining block rate schedule, purchases for each month must be shown. Attach an additional sheet if necessary.

Supplier(s)	Gallons Purchased during 12 month period

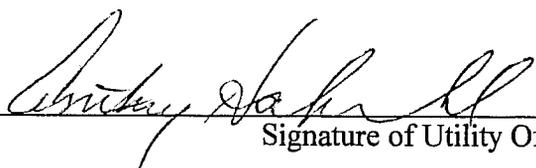
AUGUSTA REGIONAL WATER TREATMENT	164,591,000
TOTAL PURCHASES	164,591,000
4. Total gallons sold for the 12 month period	138,341,700
5. Increased water cost	6,583.64
The increased water cost is the cost difference between purchases at base (current rate) and purchases at new rate.	
6. Purchased water adjustment factor	.05
The purchased water adjustment factor is obtained by dividing the increased cost of water by the total gallons sold.	
NOTE: The purchased water adjustment factor is added to each thousand gallons sold. If the minimum usage is 2,000 gallons then the purchased water adjustment factor would be added to the minimum bill twice.	
7. Proposed effective date	2/26/14
NOTE: The next 2-steps only apply to water districts.	
8. Date reported to the appropriate governing body	FEBRUARY 12, 2014
9. Date attended (or scheduled to attend) meeting with the appropriate governing body	FEBRUARY 12, 2014
 Signature of Utility Officer	
CHAIRMAN	
Title	



EXHIBIT A

"HISTORY on the river...AUGUSTA, my old Kentucky home."

January 20, 2014

Bracken County Water District #1
P.O. Box 201
Brooksville, KY 41004

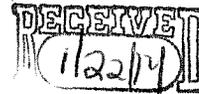
To Whom It May Concern:

Effective February 26, 2014 the water rate will increase to \$1.83 per thousand, the water rate was decided by the Public Service Commission.

If you have any questions please call.

Sincerely,

Gretchen England-USleaman
City Clerk/Treasurer



City Clerk/Treasurer
**GRETCHEN
ENGLAND-USLEAMAN**

219 MAIN STREET
P.O. BOX 85
AUGUSTA, KY 41002

phone
606-756-2183

fax
606-756-2185

email
genland@augustaky.com

Equal Opportunity
Employer & Provider

EXHIBIT A

**CITY OF AUGUSTA, KENTUCKY
WATER TREATMENT PLANT COSTS
For the Year Ended June 30, 2013**

Operating costs for the fiscal year 2013 that were incurred by the City were consistent with cost calculations by Public Service Commission of Commonwealth of Kentucky.

	<u>2013</u>	(For Comparison) <u>2012</u>
<u>OPERATING COSTS</u>		
Salaries and Benefits	\$ 159,023	\$164,303
Chemicals and Testing	93,436	88,578
Utilities	73,983	68,403
Insurance	11,865	8,955
Repairs and Supplies	30,004	35,652
Accounting & Legal	4,100	4,962
Office Expense	<u>2,510</u>	<u>4,228</u>
TOTAL OPERATING COSTS	<u>\$374,921</u>	<u>\$375,081</u>

TREATED GALLONS OF WATER

Bracken County Water	158,328,300	156,371,700
City of Augusta	<u>46,450,000</u>	<u>53,061,000</u>
TOTAL GALLONS	<u>204,778,300</u>	<u>209,432,700</u>

Cost Per 1000 Gallons	<u>\$1.83</u>	<u>\$1.79</u>
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The above-calculated costs do not include Capital Cost charged to the users each month:

	<u>Month</u>	<u>Annual</u>
Bracken County Water	\$6,090.00	\$ 73,080
City of Augusta	<u>2,030.00</u>	<u>24,360</u>
	<u>\$8,120.00</u>	<u>\$ 97,440</u>

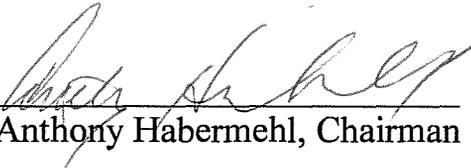
**BRACKEN COUNTY WATER DISTRICT DIV I & II
PURCHASED WATER ADJUSTMENT RESOLUTION**

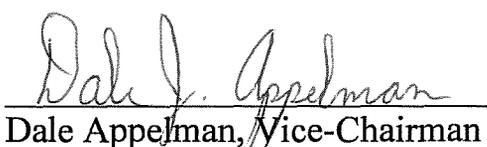
WHEREAS, the Augusta Regional Water Treatment Plant is the wholesale water provider for Bracken County Water District and;

WHEREAS, the Augusta Regional Water Treatment Plant has performed an audit of their financial statements and has justified an increase in its wholesale water rates; the rate will increase .04 cents per thousand gallons. The new wholesale rate will be \$1.83 per thousand gallons.

The Board of Commissioners of the Bracken County Water District has, by a majority vote, resolved to pass the increase in the water rate to its customers through a Purchased Water Adjustment effective with bills mailed on or after April 1, 2014. Be it further resolved that the Bracken County Water District shall file an application with the Public Service Commission for a purchased water adjustment within twenty (20) days of the signing of this resolution.

IN WITNESS WHEREOF, we, the Bracken County Water District Board of Commissioners has adopted the foregoing resolution, on this 29 day of January, 2014.


Anthony Habermehl, Chairman


Dale Appelman, Vice-Chairman


Baxter Courts, Treasurer


Timothy Sweeney, Secretary


Eddie Kern, Commissioner